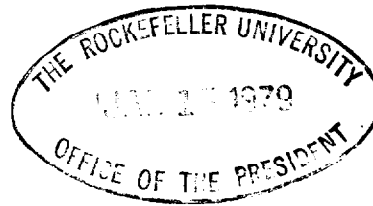


Resources for the Future

1755 Massachusetts Avenue, N.W.

Washington, D.C. 20036

January 10, 1979



Professor Joshua Lederberg
President
The Rockefeller University
1230 York Avenue
New York, New York 10021

Dear Professor Lederberg:

I have enclosed a copy of the paper that Ray Kopp and I prepared as part of the research supported under John Krutilla's and my NSF project. As I have mentioned during the several meetings of the advisory committee, this research was included with the overall research agenda effort that John and I have been undertaking. It is however, more technical than the other dimensions of the research and is not directed toward supporting the development of the agenda. As it happens our research findings do seem to suggest some interesting avenues for further research.

This is the paper that will be one of the papers discussed at the final conference in February. Needless to say, if you have any reactions to the paper we would certainly value them. ✓

With best regards,

Sincerely,

V. Kerry Smith
Senior Fellow

VKS:cmm
Enclosure